

**CALIFORNIA PUBLIC EMPLOYEES' RETIREMENT SYSTEM
BOARD OF ADMINISTRATION**

INVESTMENT COMMITTEE

February 14, 2011

9:00 a.m.

Robert F. Carlson Auditorium
Lincoln Plaza North
400 Q Street
Sacramento, CA

COMMITTEE MEMBERS

George Diehr, Chair
Tony Oliveira, Vice Chair
John Chiang
Richard Costigan
Dan Dunmoyer
Rob Feckner
JJ Jelincic
Henry Jones
Bill Lockyer
Priya Mathur
Louis F. Moret
Ronald Yank

CLOSED SESSION 9:00 a.m.

1. Chief Investment Officer's Briefing on Market and Personnel Issues
(Government Code sections 11126(a)(1) and 11126(c)(16))
2. Discussion with Board Consultants on Strategic Investment
Initiatives (Government Code section 11126(c)(16))

**OPEN SESSION 10:00 a.m. or Upon Adjournment or Recess of Closed Session,
Whichever is Later**

**CLOSED SESSION Upon Adjournment or Recess of Open Session
(Government Code section 11126(c)(16))**

AGENDA

OPEN SESSION

Call to Order and Roll Call

Action Items

- | | |
|------------------------------------|--|
| | 1. Approval of the December 13, 2010 Open Session Minutes |
| Policy Subcommittee
Chair Moret | 2. December 2010 Policy Subcommittee Report <ul style="list-style-type: none">a. Global Fixed Income – Revision of Policy on Barclays Aggregate Programb. Synthetic Enhanced Equity Strategy Policies<ul style="list-style-type: none">1) Revision of Policy on Low Duration Fixed Income Program2) Revision of Policy on Internally Managed Global Enhanced Equity Strategies |
| Ted Eliopoulos | 3. Real Estate Strategic Plan |
| Eric Baggesen | 4. Annual Legislative Report – Holocaust Era and Northern Ireland |

Information Items

- | | |
|-------------------------------|---|
| Joseph Dear
Janine Guillot | 5. Total Fund <ul style="list-style-type: none">a. Investment Office Roadmapb. Investment Office Risk Heat Map and Target Operating Model Update |
| Joseph Dear
Anne Simpson | 6. Program Updates <ul style="list-style-type: none">a. Alternative Investment Management (AIM) Annual Program Reviewb. Global Equity – Corporate Governance – Financial Market Reform Updatec. Real Estated. Inflation-Linked Asset Class (ILAC)e. Global Fixed Incomef. Global Equityg. Affiliate Investment Programs |
| Joseph Dear
Janine Guillot | 7. Activity Reports <ul style="list-style-type: none">a. Consolidated Investment Activity Reportb. Chief Operating Investment Officer's Status Report |
| | 8. Agenda and Calendar <ul style="list-style-type: none">a. Draft Agenda for March 14, 2011b. 2011 Annual Agenda Item Calendar |
| | 9. Public Comment |

Note: Items designated for information are appropriate for Board/Committee action if the Board/Committee wishes to take action. Any agenda item from a properly noticed Subcommittee meeting held immediately prior to this meeting may be reported on or presented to the Investment Committee for its consideration.

CLOSED SESSION

Upon Adjournment or Recess of Open Session

(Government Code sections 11126(c)(16))

Call to Order

Action Items

1. Approval of the December 13, 2010 Closed Session Minutes

Information Items

Ted Eliopoulos
Pension Consulting
Alliance
Joseph Dear
Eric Baggesen

2. Program Updates
 - a. Real Estate
 - 1) Quarterly Strategic Plan Implementation Update
 - 2) Quarterly Consultant Report on Real Estate Portfolio
 - b. Alternative Investments Management (AIM) Portfolio Update
 - c. Global Equity Quarterly Portfolio Update

3. External Manager Updates
 - a. Real Estate
 - b. Alternative Investments Management (AIM)
 - c. Inflation-Linked Asset Class (ILAC)
 - d. Global Fixed Income
 - e. Global Equity
 - f. Affiliate Investment Programs

Janine Guillot
Joseph Dear

4. Activity Reports
 - a. Status of Action Items Not Yet Reported
 - b. Investment Activity Reports
 - 1) Alternative Investments Management
 - 2) Real Estate
 - 3) Risk Managed Absolute Return Strategies
 - 4) Corporate Governance
 - 5) Inflation-Linked Assets
 - 6) Disclosure of Placement Agent Fees
 - 7) Other Programs

Joseph Dear

5. Alternative Investment and Real Estate Partnership / LLC Restructure

Peter Mixon

6. Review of Investments / Placement Agents